

May 19, 1975

SENATOR F. LEWIS: Now the \$15 million is for an appropriation starting when?

SENATOR WARNER: That appropriation period ran from July 1, 1974 to June 30, 1975.

SENATOR F. LEWIS: That's the \$15 million for this year that we transferred out of ...

SENATOR WARNER: That's what was left out a year ago.

SENATOR F. LEWIS: Now the \$18 million was left out. What you're suggesting is that we will have \$24 million more obligations than Mr. Peters suggested.

SENATOR WARNER: The obligation that should have been included in the rate setting procedure was approximately a little over \$15 million. That was left out last November.

SENATOR F. LEWIS: A total of \$15 million. You dispute what he said of having a \$22 to \$23 million balance?

SENATOR WARNER: That's not what I said. I don't ... the balance is not the question, Senator Lewis. It was the obligations that should have been provided for in last years rates.

PRESIDENT: Senator Lewis, are you ready ... Senator Carsten. Now this is on the Lewis amendment to substitute 10% for 12%.

SENATOR CARSTEN: Yes Mr. President, members of the Legislature. I only call for informational purposes to Senator Lewis. This was a cash flow sheet that we had distributed a few days ago, month by month, with the 2 1/2% sales tax and the income tax rates, 12, 13, 14 and 15. I think this will show you that at 12% we would get through December in good shape. January was where we would be finding a deficit for the first month at 12%.

(mic inactivated)

SENATOR F. LEWIS: ... Senator Warner is that the 12% rate we have has nothing to do with the appropriations beyond July? I understand that's his position and his premise. Has nothing to do with the past July? All we're doing is gearing it into this particular appropriation year?

SENATOR CARSTEN: We're talking about appropriations for '75-'76. Of course, it is confusing when you're dealing with the rate setting on a calendar year. Our fiscal year is between July and June 30th. I'm fully aware of that. I wanted to remind you that this month-by-month cash flow sheet that we passed out is I think information that you do need to look at. Thank you.

PRESIDENT: Are you ready for the question on Senator Frank Lewis' amendment? Senator Lewis.